TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 702 - SB 1226

March 9, 2009

SUMMARY OF BILL: Exempts nonprofit entities that do not receive state or federal program funds and that provide educational services to individuals with developmental disabilities who are over the age of 18 from licensure by the Department of Mental Health and Developmental Disabilities (DMHDD) and the Department of Human Services (DHS).

ESTIMATED FISCAL IMPACT:

Decrease State Revenue – Exceeds \$3,200 Increase State Expenditures – Not Significant

Assumptions:

- The bill specifies that the licensure exemption does not apply to any adult habilitation facility or any facility that otherwise is required to be licensed by DMHDD.
- According to DMHDD, there are at least four programs, two of which are currently licensed that do not receive public funding. Non licensure of these programs will result in a decrease in revenue of \$3,240. There could be additional programs that would meet the exemption requirements, but an exact number is unknown.
- Any cost to revise current licensure applications to include if any state or federal government funds are received will not be significant.
- DHS does not license any of the programs described in the bill.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/kml